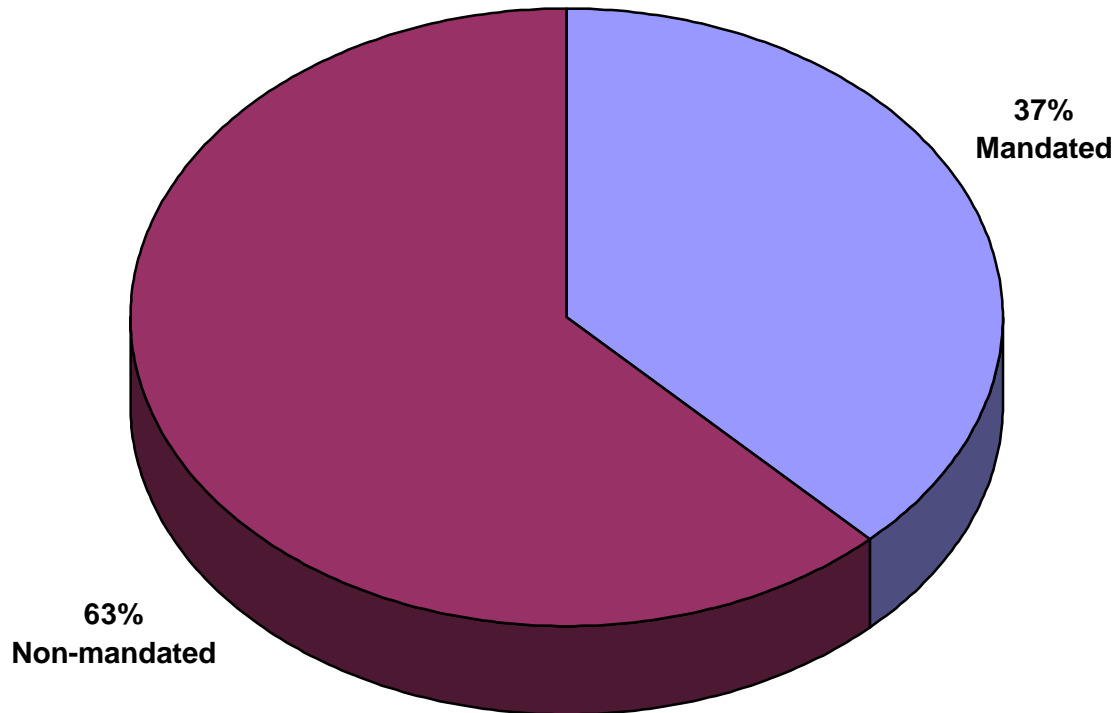


UNALLOCATED EXPENSE & REVENUE (090)

UNALLOCATED 2005 MANDATED/NON-MANDATED



Mandated services includes the contribution made to RGRTA, a state requirement, and insurances for Workers Compensation and Unemployment.

All other expenses are considered non-mandated.

DEPARTMENT: Unallocated Expense (090)

DEPARTMENT DESCRIPTION

The Unallocated Expense budget records expenses that are not attributable to specific operating departments. Expense items include:

- The Contingency Account (a provision for unexpected expenditures which may arise during the year)
 - The county's contribution to the Rochester-Genesee Regional Transportation Authority
 - Water Authority debt service (which is fully reimbursed by the Monroe County Water Authority)
 - County Debt Service expenses which are not distributed to departments
 - Insurances (the costs of which are distributed to operating departments through interdepartmental charges)
-

BUDGET SUMMARY

	Amended Budget 2004	Budget 2005
<u>Appropriations</u>		
County General	3,088,752	2,242,131
Contributions to Other Funds	942,182	1,204,001
Contribution to RGRTA	3,524,160	3,524,160
Debt Service - Water Authority	3,557,941	2,354,254
Civic Center Garage	1,392,025	302,765
Debt Service-Medical Examiner/Lab Building	323,414	319,704
Debt Service-Resource Recovery Facility	92,041	89,782
Debt Service-Greater Rochester Outdoor Sports Facility	1,683,116	1,680,736
Insurances/Retirement	15,744,029	10,094,845
Total	30,347,660	21,812,378
<u>Revenue</u>		
Debt Redemption - Water Authority	3,557,941	2,354,254
Commissions, Civic Center Garage	1,400,000	302,765
Reimbursement for Expense-Greater Rochester Outdoor Sports Facility	1,683,116	1,680,736
Insurances/Retirement Charges	12,742,470	10,094,845
Appropriated Fund Balance-Debt Service Reserve	92,041	89,782
Total	19,475,568	14,522,382
<u>Net County Support</u>	10,872,092	7,289,996

BUDGET HIGHLIGHTS

Revenues presented in this section help offset the appropriations listed above. Additional revenues are presented in the section Unallocated Revenues.

DEPARTMENT: Unallocated Expense (090)
DIVISION: County General (9001 & 9097)

DIVISION DESCRIPTION

Several appropriations in the county budget are not allocated to particular departments. These appropriations include the Contingency Account, erroneous assessments, memberships by the county in certain organizations, the reserve for compensated absences, expenses associated with the issuance of certain bonds or notes, etc.

BUDGET SUMMARY

	Amended Budget 2004	Budget 2005
<u>Appropriations</u>		
Contingency Account	1,523,240	100,000
Erroneous Assessments	500,000	500,000
Miscellaneous Expenses	1,065,512	1,642,131
Total	3,088,752	2,242,131
 <u>Net County Support</u>	 3,088,752	 2,242,131

BUDGET HIGHLIGHTS

Variances in funding levels are referenced in the appropriations descriptions on the next page.

APPROPRIATIONS DESCRIPTIONS**2004****2005****Contingency Account****\$1,523,240****\$100,000**

The Contingency Account provides for unexpected expenses which may arise during the year. The account is established and administered in accordance with Article IV of the County Administrative Code. Expenditures against this account require approval by the County Legislature. Funding has been decreased in 2005.

Erroneous Assessments**\$500,000****\$500,000**

Repayments of property tax that result from factual or recording errors or failures to comply with certain legal requirements are budgeted in this expense object along with successful challenges to assessments.

Other Expenses**\$1,065,512****\$1,642,131**

This category includes expenses for memberships by the county in organizations, the costs associated with the issuance of bonds and notes, taxes and assessments paid on county-owned properties acquired after the taxable status date, the employee benefit parking program and debt service on County General borrowings.

DEPARTMENT: Unallocated Expense (090)
DIVISION: Contributions To Other Funds (9020)

DIVISION DESCRIPTION

The Facilities Management Division provides office space, building maintenance, and utilities to operating departments. Each building charges user departments for the above services based upon a percentage of space occupied by the users. Generally, revenues to the buildings from user departments do not support the entire cost of operating every building. Therefore, a contribution from the general fund is required to balance these Internal Service funds.

BUDGET SUMMARY

	Amended Budget 2004	Budget 2005
<u>Appropriations</u>		
Interfund Contributions:		
County Office Building	94,413	90,474
CityPlace	377,472	731,242
Hall of Justice	203,131	174,974
Iola Building & Grounds	229,342	167,217
Iola Powerhouse	37,824	40,094
Total	942,182	1,204,001
 <u>Revenue</u>	 0	 0
 <u>Net County Support</u>	 942,182	 1,204,001

DEPARTMENT: Unallocated Expense (090)
**DIVISION: Contribution to the Rochester-Genesee Regional
Transportation Authority (9025)**

DIVISION DESCRIPTION

The county provides assistance to support the operating costs of the Authority's subsidiary, the Regional Transit Service. The level of county assistance is mandated under Article 2, Section 18-b of the New York State Transportation Law as the local match to operating assistance provided by the State of New York.

BUDGET SUMMARY

	Amended Budget 2004	Budget 2005
<u>Appropriations</u>		
Expenses	3,524,160	3,524,160
Total	3,524,160	3,524,160
 <u>Revenue</u>	 0	 0
 <u>Net County Support</u>	 3,524,160	 3,524,160

DEPARTMENT: Unallocated Expense (090)
DIVISION: Debt Service-Water Authority (3597)

DIVISION DESCRIPTION

In 1969, the County Legislature agreed to issue \$27 million in bonds on behalf of the Monroe County Water Authority to finance construction projects. Since that time, the Water Authority annually submits project proposals to the county for inclusion in the Capital Improvement Program. The county has been able to borrow at interest rates lower than the Water Authority would have been able to obtain. The Water Authority repays the county the amount of debt principal and interest costs paid each year by the county on the Authority's behalf. This agreement helps reduce the cost of providing water treatment and distribution facilities in the county.

BUDGET SUMMARY

	Amended Budget 2004	Budget 2005
<u>Appropriations</u>		
Principal on Debt	2,683,700	1,585,664
Interest on Debt	874,241	768,590
Total	3,557,941	2,354,254
<u>Revenue</u>		
Debt Redemption	3,557,941	2,354,254
Total	3,557,941	2,354,254
<u>Net County Support</u>	0	0

DEPARTMENT: Unallocated Expense (090)
DIVISION: Civic Center Garage - Debt Service (4597)
DIVISION: Civic Center Garage O&M (Interfund Transfer) (9045)

SECTION DESCRIPTION

This account provides funding for debt service related to the construction and repair of the garage. The garage was sold in December 2003. The remaining debt service will be funded by proceeds generated from the sale.

BUDGET SUMMARY

	Amended Budget 2004	Budget 2005
<u>Appropriations</u>		
Principal on Debt	210,915	217,720
Interest on Debt	96,598	85,045
Interfund Transfers	1,084,512	0
Total	1,392,025	302,765
 <u>Revenue</u>		
Civic Center Garage Commissions	1,400,000	302,765
Total	1,400,000	302,765
 <u>Net County Support</u>	(7,975)	0

DEPARTMENT: Unallocated Expense (090)
DIVISION: Debt Service - Medical Examiner/Lab Building (5897)

DIVISION DESCRIPTION

The Medical Examiner facility was completed in the fall of 1993. The Medical Examiner's Office is the focal point for the investigation, collection, analysis and dissemination of "medicolegal" information for Monroe County and several surrounding counties. The facility provides an improved level of support to meet the needs of physicians, other health care professionals, law enforcement officials, and family members of decedents.

Note: Revenues associated with the use of the facility by the Medical Examiner are budgeted within Unallocated Revenue, Agency 090, Organization 9001 (County General).

BUDGET SUMMARY

	Amended Budget 2004	Budget 2005
<u>Appropriations</u>		
Principal on Debt	226,440	232,267
Interest on Debt	96,974	87,437
Total	323,414	319,704
 <u>Revenue</u>	 0	 0
 <u>Net County Support</u>	 323,414	 319,704

DEPARTMENT: Unallocated Expense (090)
DIVISION: Debt Service - Resource Recovery Facility (8297)

DIVISION DESCRIPTION

The Resource Recovery Facility has ceased operation and is no longer an active part of the county's solid waste management program. Debt service on the construction fund is included in a separate account as an unallocated expense rather than as a solid waste program expense because the facility is inactive. The county's auditor recommended this change in the audit of the 1992 financial statements.

BUDGET SUMMARY

	Amended Budget 2004	Budget 2005
<u>Appropriations</u>		
Principal on Debt	62,459	63,368
Interest on Debt	29,582	26,414
Total	92,041	89,782
 <u>Revenue</u>		
Appropriated Fund Balance - Debt Service Reserve	92,041	89,782
Total	92,041	89,782
 <u>Net County Support</u>	0	0

DEPARTMENT: Unallocated Expense (090)
DIVISION: Debt Service - Greater Rochester Outdoor Sports Facility (1497)

DIVISION DESCRIPTION

The county has incurred debt service expenses for a share of the total cost of construction of the Frontier Field outdoor stadium used primarily by the Rochester Red Wings baseball team. The agreement with the non-profit organization, Rochester Community Baseball, Inc., provides for repayment of this cost from revenues generated by events at the facility. This debt service expense also includes the cost of the purchase of the former outdoor sports facility, Silver Stadium.

BUDGET SUMMARY

	Amended Budget 2004	Budget 2005
<u>Appropriations</u>		
Principal on Debt	564,288	598,371
Interest on Debt	1,118,828	1,082,365
Total	1,683,116	1,680,736
<u>Revenue</u>		
Reimbursement for Expense	1,683,116	1,680,736
Total	1,683,116	1,680,736
<u>Net County Support</u>	0	0

DEPARTMENT: Unallocated Expense (090)
DIVISION: Insurances (9100)

DIVISION DESCRIPTION

The Insurances division serves as a cost center for the financial management of the county's four self-insurance programs: Workers' Compensation, Unemployment, Liability and Dental. These programs are part of a modified self-insured approach used by the county which combines direct payment of judgments and claims with the purchase of certain policies that afford coverage against extraordinarily high claims. The insurance budgets are composed of estimates for direct payments of claims, premiums for policies against "excess claims" and other specific types of liability coverage such as property damage, and administrative costs including professional service contracts. While there are no personnel directly assigned to this division, there is a charge from the Law Department for staff time required for the administration of insurance policies and the litigation of cases. The cost of maintaining the county's insurance programs is distributed to departments through interdepartmental charges.

In addition to insurance costs, the cost of a portion of retirement expenses not allocated to specific departments was included in this division for 2004.

BUDGET SUMMARY

	Amended Budget 2004	Budget 2005
<u>Appropriations</u>		
Workers' Compensation	4,100,000	4,000,000
Unemployment Insurance	370,000	500,000
Liability Insurance	2,153,311	2,334,735
Dental Insurance	3,303,218	3,195,110
Risk Management Fund	65,000	65,000
Retirement	5,752,500	0
Total	15,744,029	10,094,845
<u>Revenue</u>		
Charges to Other Funds	12,670,470	10,022,845
Participant Contribution to Dental Plan	72,000	72,000
Total	12,742,470	10,094,845
<u>Net County Support</u>	3,001,559	0

SECTION DESCRIPTIONS**2004****2005****Workers' Compensation (9101)****\$4,100,000****\$4,000,000**

Monroe County is self-insured for routine compensation claims from county employees who have been injured on the job. In addition to the annual appropriation to cover the estimated expense for these claims, the county maintains an insurance policy to meet the expenses of extraordinary claims. The cost of the Workers' Compensation self-insurance program is charged to each department on the basis of the relative cost of claims which each department has experienced in the recent past.

Unemployment Insurance (9105)**\$370,000****\$500,000**

In 1976, amendments to the Federal Unemployment Tax Act extended eligibility for unemployment compensation to government employees. The county has chosen to meet these costs by reimbursing the state for the actual costs for benefits paid to former employees rather than paying the state system a 4.4% premium on the first \$7,000 earned by each county employee. The costs of the unemployment benefit self-insurance program are charged back to each county activity based on its share of the total county payroll.

Liability Insurance (9110)**\$2,153,311****\$2,334,735**

Monroe County is self-insured against routine general and vehicle liability claims, and it maintains an insurance policy which covers only extraordinary claims. This program is administered by the Law Department with the administrative costs charged back to the program. County departments are charged their share of the cost of the total liability program in proportion to their share of the total county payroll.

Dental Insurance (9115)**\$3,303,218****\$3,195,110**

Since January 1980, all county employees are able to receive dental insurance coverage as a fringe benefit. In 1996, the maximum annual benefit was increased to \$1,000 per employee and each employee's dependents. This program is self-insured and the cost is charged to each county department as a cost per employee.

Risk Management Fund (9120)**\$65,000****\$65,000**

The county maintains a risk management fund for payment of tort claims and judgments for which it is self insured. The budget reflects the estimated insurance premium expense.

Retirement (9125)**\$5,752,500****\$0**

The expenses for 2004 include a portion of both active and early retirement costs. The amount presented here reflects a portion of retirement expense charged to specific departments plus additional retirement expense not allocated to specific departments reflecting costs associated with amortization of both components of the retirement program. For 2005, all retirement expenses are budgeted at the department level.

DEPARTMENT: Unallocated Revenue (090)
DIVISION: County General (9001)

DIVISION DESCRIPTION

The Unallocated Revenue budget records revenues that are not attributable to specific operating departments. Unallocated revenues include the real property tax, sales tax, payments in lieu of taxes, interest earned on investments and other revenue sources unrelated to department operations.

In total, the Unallocated Revenues make up the "Net County Support" amounts which appear in the Budget Summary of each department.

BUDGET SUMMARY

	Amended Budget 2004	Budget 2005
<u>Revenue</u>		
Property Tax Penalties	3,800,000	4,200,000
Payments in Lieu of Tax	4,985,000	5,955,000
Sales Tax - County Share of First 3%	48,877,865	50,534,929
Sales Tax - County Share of Additional 1%	67,167,801	69,342,911
Interest & Earnings - General Fund	1,310,000	975,000
OTB Distributed Earnings	1,000,000	775,000
Refund Prior Year Expense	2,550,000	2,550,000
MMIS Deposit Earnings	100,000	50,000
Miscellaneous Revenue	7,251,467	1,944,345
General Revenue	137,042,133	136,327,185
Real Property Tax	279,283,814	295,191,724
Total	416,325,947	431,518,909

REVENUE DESCRIPTIONS**2004****2005****Real Property Tax****\$279,283,814****\$295,191,724**

This is the tax levied on real estate owners for county purposes. See the Tax Analyses part of the budget for more information on the real property tax.

Property Tax Penalties**\$3,800,000****\$4,200,000**

This represents the interest charges collected on overdue taxes as well as the interest, penalties and other charges attached to the original tax amount at the tax sale date (precedent to tax foreclosure action).

Payments in Lieu of Tax**\$4,985,000****\$5,955,000**

The county receives designated payments, instead of taxes, from two major sources; Urban Development Corporation (UDC) subsidized housing projects and County of Monroe Industrial Development Agency (COMIDA) contract agreements. Payments in lieu of taxes serve as an incentive for industrial development and special types of residential construction. The payments change from year to year with the number of COMIDA contracts and the aging of existing contracts for which higher payments are required.

Sales Tax - County Share of First Three Cents (3%)**\$48,877,865****\$50,534,929**

(The county rate was 3% until September 1992, see below.) Of the county levy, the first 3% is allocated through a complex formula among the county, the City of Rochester, the towns, the villages and the suburban school districts within the county. The "First 3%" revenue item displayed here represents the portion of the 3% component that is allocated to the county government. The total amount of sales tax collection from the "First 3%" to be received is projected at \$287.5 million in 2005, an increase of approximately 3.0% above the revised estimated receipts for 2004. Based on the application of the Morin/Ryan sales tax distribution formula, the county will receive approximately 17.6% of total collections in 2005 or \$50.5 million.

See the Tax Analyses part of the budget for more information on the sales tax.

Sales Tax - County Share of Additional One Cent (1%)**\$67,167,801****\$69,342,911**

Effective September 1, 1992 the county, as authorized by state law, increased the sales tax rate in Monroe County by 0.5%. An additional 0.5% was authorized effective March 1, 1993, bringing the rate increase to a full 1%. Under the current law, authorization for this 1% increase will end on November 30, 2005. Under this provision, after distributing 9.25% of the additional one cent to suburban school districts, towns and villages, the remaining balance will be divided between the City of Rochester and the county so that when added to the "first three cents" tax, the total share (4%) for the city and county will be equal. The total amount of sales tax collections from the 1% component to be received is projected at \$95.7 million in 2005, an increase of approximately 3.0% above the revised estimate for 2004. Based on the application of the 1% distribution formula, the county will receive approximately 72.5% of total collections in 2005, or \$69.3 million.

See the Tax Analyses portion of the budget for more information on the sales tax.

REVENUE DESCRIPTIONS-(continued)**2004****2005****Interest and Earnings - General Fund****\$1,310,000****\$975,000**

This is interest earned on the investment of funds received prior to the time they are needed to meet current operating expenses. Funds available for investment are provided by revenues such as the property tax and sales tax. The income from the temporary investment of funds is a function of both prevailing interest rates and the amount of cash available for investment.

OTB Distributed Earnings**\$1,000,000****\$775,000**

The Western Regional Off-Track Betting Corporation distributes 50% of its net revenues among participating counties on the basis of wagering originating in the respective counties. The remaining 50% is distributed based on population.

Refund Prior Year Expense**\$2,550,000****\$2,550,000**

This generally results from the cancellation of expense liabilities from prior years. Examples include balances which become available when a prior year purchase order is canceled or when a reserve of prior year funds is liquidated. Also included are refunds from New York State for prior years claims for Social Services. Actual receipts from this revenue source can vary considerably from year to year.

MMIS Deposit Earnings**\$100,000****\$50,000**

Under the Medicaid Management Information System (MMIS) the state withholds state and federal aid advances due the county to fund the local cost of the Medicaid program. Local money withheld by the state is deposited in an interest-bearing account and the interest is periodically remitted to the county.

Other Revenue**\$7,251,467****\$1,944,345**

This category includes revenue from rental of county property, commissions from minor sales not applicable to any specific department and revenue associated with the recovery of municipal tax refunds for erroneously assessed property.

DEPARTMENT: Unallocated Revenue (090)
DIVISION: Debt Service Fund (9097)

DIVISION DESCRIPTION

This budget account was established to segregate the sources of unallocated revenue and appropriated fund balance that support the debt service fund.

BUDGET SUMMARY

	Amended Budget 2004	Budget 2005
<u>Revenue</u>		
Earnings on Capital Funds	345,000	250,000
Interest & Earnings on Reserve for Bonded Debt	40,000	8,000
Total	385,000	258,000

NOTES:

1. The total of the two revenues on this page plus the revenues listed below, which are displayed in other parts of the budget, equal the total of revenue to the debt service fund which is displayed in the "Fund Summary and Tax Levy Computation" page in the Financial Summary section of this budget document:
 - Unallocated Expense (090), Water Authority Debt Service (3597)
 - Unallocated Expense (090), Greater Rochester Outdoor Sports Facility (1497)
 - Parks (088), Debt Service (5000)
 - Environmental Services (084), Geographical Information Services Debt Service (2097)
2. The Appropriated Fund Balance applied to the Resource Recovery Facility debt service which is displayed in Unallocated Expense (090) Debt Service - Resource Recovery Facility (8297) equals the total of the appropriated fund balance to the Debt Service Fund which is found on the "Fund Summary and Tax Levy Computation" page in the Financial Summary section of this budget document.

REVENUE**2004****2005****Earnings On Capital Funds****\$345,000****\$250,000**

This represents interest earned on the investment of funds borrowed for capital projects. Borrowed funds are invested until they are needed to pay project costs. The income from the temporary investment of funds is a function of both prevailing interest rates and the amount of cash available for investment.

Interest & Earnings on Reserve for Bonded Debt**\$40,000****\$8,000**

This represents interest earned on investment of Reserve for Bonded Debt balances.